

HOUSE BILL No. 1694

DIGEST OF INTRODUCED BILL

Citations Affected: IC 36-7-13.

Synopsis: Community revitalization enhancement districts. Allows Muncie to designate an area in the city as a community revitalization enhancement district. (Current law: (1) provides a credit against certain state and local tax liability for a taxpayer that makes an investment for the redevelopment of property located in a community revitalization enhancement district; and (2) provides that the incremental amount of state and local income taxes and state sales tax collected from a community revitalization enhancement district are distributed to the district for deposit in the district's industrial development fund.)

Effective: July 1, 1999.

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January 26, 1999, read first time and referred to Committee on Local Government.



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First Regular Session 111th General Assembly (1999)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 1998 General Assembly.

HOUSE BILL No. 1694

A BILL FOR AN ACT to amend the Indiana Code concerning economic development.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 36-7-13-10 IS AMENDED TO READ AS
2 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 10. (a) After approval
3 by ordinance or resolution of the legislative body of:

4 (1) a municipality located in a county having a population of more
5 than one hundred eight thousand nine hundred fifty (108,950) but
6 less than one hundred twelve thousand (112,000); **or**

7 (2) **a municipality having a population of more than sixty-five**
8 **thousand (65,000) but less than seventy-five thousand (75,000)**
9 **that is located in a county having a population of more than**
10 **one hundred twelve thousand (112,000) but less than one**
11 **hundred twenty-five thousand (125,000);**

12 the executive of the municipality may submit an application to an
13 advisory commission on industrial development requesting that an area
14 within the municipality be designated as a district.

15 (b) After approval by ordinance or resolution of the legislative body
16 of a county, the executive of the county may submit an application to
17 an advisory commission on industrial development requesting that an



area within the county, but not within a municipality, be designated as a district.

SECTION 2. IC 36-7-13-11 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 11. If a municipal or county executive submits an application requesting an area to be designated as a district under this chapter, the advisory commission on industrial development shall do the following:

(1) Compile information necessary to make a determination concerning whether the area meets the conditions necessary for designation as a district.

(2) Prepare maps showing the boundaries of the proposed district.

(3) Prepare a plan describing the ways in which the development obstacles described in section 12(b)(3) **or 12(c)** of this chapter in the proposed district will be addressed.

SECTION 3. IC 36-7-13-12 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 12. (a) If a municipal or county executive has submitted an application to an advisory commission on industrial development requesting that an area be designated as a district under this chapter and the advisory commission has compiled and prepared the information required under section 11 of this chapter concerning the area, the advisory commission may adopt a resolution designating the area as a district if it makes the findings described in subsection (b) **or (c)**.

(b) **For an area located in a county having a population of more than one hundred eight thousand nine hundred fifty (108,950) but less than one hundred twelve thousand (112,000),** an advisory commission may adopt a resolution designating a particular area as a district only after finding all of the following:

(1) The area contains a building or buildings:

(A) with at least one million (1,000,000) square feet of usable interior floor space; and

(B) that is vacant or will become vacant due to the relocation of an employer.

(2) At least one thousand (1,000) fewer persons are employed in the area than were employed in the area during the year that is ten (10) years previous to the current year.

(3) There are significant obstacles to redevelopment of the area due to any of the following problems:

(A) Obsolete or inefficient buildings.

(B) Aging infrastructure or inefficient utility services.

(C) Utility relocation requirements.

(D) Transportation or access problems.



(E) Topographical obstacles to redevelopment.

(F) Environmental contamination.

(4) The unit has expended, appropriated, pooled, set aside, or pledged at least one hundred thousand dollars (\$100,000) for purposes of addressing the redevelopment obstacles described in subdivision (3).

(5) The area is located in a county having a population of more than one hundred eight thousand nine hundred fifty (108,950) but less than one hundred twelve thousand (112,000).

(c) For an area located in a municipality having a population of more than sixty-five thousand (65,000) but less than seventy-five thousand (75,000) that is located in a county having a population of more than one hundred twelve thousand (112,000) but less than one hundred twenty-five thousand (125,000), an advisory commission may adopt a resolution designating a particular area as a district only after finding that there are significant obstacles to redevelopment of the area due to any of the following problems:

(1) Obsolete or inefficient buildings.

(2) Aging infrastructure or inefficient utility services.

(3) Utility relocation requirements.

(4) Transportation or access problems.

(5) Topographical obstacles to redevelopment.

(6) Environmental contamination.

~~(c)~~ **(d)** The advisory commission shall designate the duration of the district, but the duration may not exceed fifteen (15) years (at the time of designation).

~~(d)~~ **(e)** Upon adoption of a resolution designating a district, the advisory commission shall submit the resolution to the budget committee for review and recommendation to the budget agency. The budget committee shall meet not later than ten (10) days after receipt of a resolution and shall make a recommendation on the resolution to the budget agency.

~~(e)~~ **(f)** When considering a resolution, the budget committee and the budget agency must make the following findings:

(1) The area to be designated as a district meets the conditions necessary for designation as a district.

(2) The designation of the district will benefit the people of Indiana by protecting or increasing state and local tax bases and tax revenues for at least the duration of the district.

~~(f)~~ **(g)** The income tax incremental amount and the gross retail incremental amount may not be allocated to the district until the budget agency approves the resolution.



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1 SECTION 4. IC 36-7-13-16 IS AMENDED TO READ AS
2 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 16. (a) A unit may issue
3 bonds or other obligations to finance the costs of addressing the
4 development obstacles described in section 12(b)(3) **or 12(c)** of this
5 chapter in the district.

6 (b) The district bonds are special obligations of indebtedness of the
7 district. The district bonds issued under this section, and interest on the
8 district bonds, are payable solely out of amounts deposited in the
9 industrial development fund under this chapter.

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